

NDPERS
457
Companion Plan
Quarterly Report
2nd Quarter
4/1/2007 – 6/30/2007



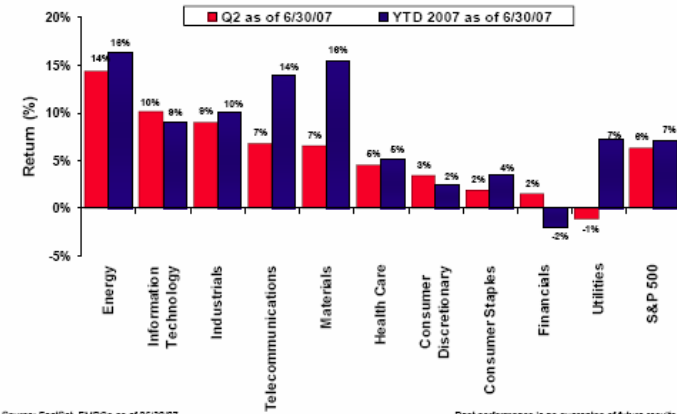
North Dakota Public Employees Retirement System
400 E Bdwy, Suite 505
Box 1657
Bismarck, ND 58502

Market Summary:

Highlights of the Second Quarter 2007

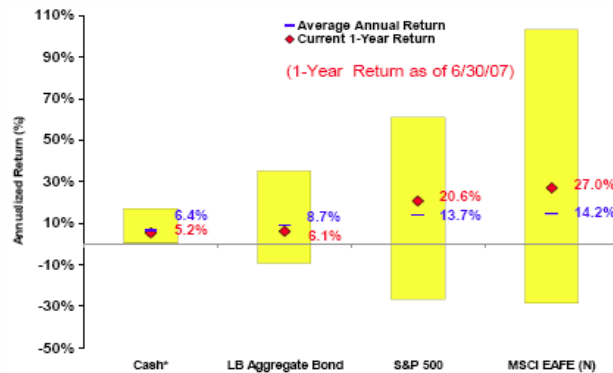
- Growth in the Global Economy has been Strong
- Equity Markets Continued to Rally
- Interest Rate increase driven by rise in cost of capital
- REITs cooled off

U.S. Sector Performance – 1st Half of 2007



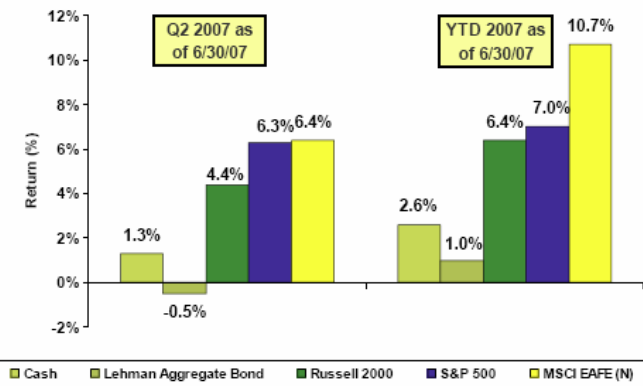
Source: FactSet, FMRCo as of 6/30/07
 (Sector returns represented by S&P 500 sectors, with each stock categorized into its relevant sector as determined by the Global Industry Classification Standard (GICS). Standard & Poor's and MSCI Barra jointly developed the Global Industry Classification Standard (GICS®) which establishes a common, global standard of industry classifications for companies worldwide.)
 Past performance is no guarantee of future results.

How Does This Compare Historically?



Past performance does not guarantee future results.
 Source: FMR Co. Ibbotson 30-Day T-Bill (Jul-77 to Nov-91) and LB 3-Month T-Bill (Dec-91 to Jun-07). Ranges represent 30 years worth of 1-year calendar year returns, with the royal blue line representing the average annual returns. Current return, 6/30/07, is indicated with diamond. Average Annual 1-Year Return as of 6/30/07.
 Indices are unmanaged and you cannot invest directly in an index.
 Neither diversification nor asset allocation ensures a profit or guarantees against loss.

Market Performance – 1st Half of 2007



Past performance is no guarantee of future results.
 Source: Data as of 6/30/07. All indices are unmanaged and performance of the indices include reinvestment of dividends and interest income. Returns do not consider the effect of taxes and advisory fees and an investment cannot be made in an index.
 Please see the end of this presentation for important index definitions. Cash is represented by Lehman Brothers 3-Month US Treasury Index.

All fund returns in the NDPERS Companion Plan except for the PIMCO Bond fund were positive for the 2nd quarter 2007.

NDPERS 401(a) Defined Contribution Plan & 457 Companion Plan - Fidelity

INITIAL OFFERING:

Fidelity Equity-Income Mutual Shares A	Fidelity Spartan US Equity Index Fidelity Dividend Growth	Fidelity Growth Company Fidelity Blue Chip Growth	LARGE
Goldman Sachs Mid Cap Value	Dreyfus Mid Cap Index Fidelity Spartan Ext Mkt Index	Fidelity Mid Cap Stock	MEDIUM
Allianz NFJ Small Cap Value	Dreyfus Small Cap Index	MSIF Small Co Growth B	SMALL
VALUE	BLEND	GROWTH	

BALANCED FUND: Fidelity Puritan Fund
INCOME FUNDS: Fidelity Managed Income Portfolio
BOND FUNDS: PIMCO Total Return Bond Fund
INTERNATIONAL FUNDS: Fidelity Diversified International (Blend Bias)

LIFESTYLE FUNDS: Fidelity Freedom Income
Fidelity Freedom 2000
Fidelity Freedom 2005
Fidelity Freedom 2010

Fidelity Freedom 2015
Fidelity Freedom 2020
Fidelity Freedom 2025

Fidelity Freedom 2030
Fidelity Freedom 2035
Fidelity Freedom 2040, 2045 & 2050

FUND STYLE CHANGES:

			LARGE
	→ Goldman Sachs Mid Cap Value	→ Fidelity Spartan Ext Mkt Index	MEDIUM
			SMALL
VALUE	BLEND	GROWTH	

INCOME FUNDS:
BOND FUNDS:
INTERNATIONAL FUNDS: Fidelity Diversified International (Growth Bias)
BALANCED FUNDS:
LIFESTYLE FUNDS:

CURRENT LINEUP:

Fidelity Equity-Income Mutual Shares A	Fidelity Spartan US Equity Index Fidelity Dividend Growth	Fidelity Growth Company Fidelity Blue Chip Growth	LARGE
	Dreyfus Mid Cap Index Goldman Sachs Mid Cap Value	Fidelity Mid Cap Stock Fidelity Spartan Ext Mkt Index	MEDIUM
Allianz NFJ Small Cap Value	Dreyfus Small Cap Index	MSIF Small Co Growth B	SMALL
VALUE	BLEND	GROWTH	

BALANCED FUND: Fidelity Puritan Fund
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LIFESTYLE FUNDS: Fidelity Freedom Income
Fidelity Freedom 2000
Fidelity Freedom 2005
Fidelity Freedom 2010

Fidelity Freedom 2015
Fidelity Freedom 2020
Fidelity Freedom 2025

Fidelity Freedom 2030
Fidelity Freedom 2035
Fidelity Freedom 2040, 2045 & 2050

NDPERS Investment Benchmarks - 2nd Quarter 2007

	<u>Quarter</u>	<u>Y-T-D</u>	<u>1-Year</u>	<u>3-Year</u>	<u>5-Year</u>
<u>Stable Value Fund</u>					
Fidelity Managed Income Portfolio	1.05%	2.12%	4.28%	4.01%	4.21%
GIC 5 Year	1.33%	2.66%	5.30%	5.42%	5.65%
<u>Fixed Income Fund</u>					
PIMCO Total Return Bond Fund - PTRAX	-1.39%	0.23%	4.96%	3.71%	4.52%
Lehman Aggregate Bond Index	-0.52%	0.98%	6.12%	3.98%	4.48%
Taxable Bond Fund Universe	-0.20%	1.43%	6.38%	4.53%	5.48%
<u>Balanced Fund</u>					
Fidelity Puritan - FPURX	5.21%	8.46%	17.41%	13.09%	12.73%
60% Large Cap Value Univ & 40% Taxable Bond Universe	3.58%	4.96%	15.14%	10.00%	9.16%
60% Russell 3000 Value & 40% Lehman Agg Bond Index	2.61%	4.00%	15.25%	11.10%	9.84%
<u>Large Cap Equities - Value</u>					
Fidelity Equity-Income - FEQIX	7.31%	8.45%	23.67%	13.92%	11.96%
Franklin Mutual Shares A - TESIX	6.04%	9.31%	22.49%	15.95%	13.37%
Russell 1000 Value Index	4.93%	6.23%	21.87%	15.93%	13.31%
Large Cap Value Fund Universe	6.10%	7.31%	20.98%	13.65%	11.61%
<u>Large Cap Equities - Blend</u>					
Fidelity Spartan US Equity Index - FUSEX	6.26%	6.92%	20.49%	11.60%	10.60%
Fidelity Dividend Growth - FDGFX <Under Review>	6.96%	7.23%	21.48%	9.70%	9.18%
S&P 500 Index	6.28%	6.96%	20.59%	11.68%	10.71%
Large Cap Blend Fund Universe	6.21%	7.34%	19.50%	11.70%	10.29%
<u>Large Cap Equities - Growth</u>					
Fidelity Growth Company - FDGRX	9.34%	9.04%	18.62%	12.95%	13.81%
Russell 3000 Growth Index	6.84%	8.22%	18.84%	8.97%	9.58%
Fidelity Blue Chip Growth - FBGRX <Under Review>	7.70%	7.04%	16.23%	6.72%	6.93%
Russell 1000 Growth Index	6.86%	8.13%	19.04%	8.70%	9.28%
Large Cap Growth Fund Universe	6.70%	8.13%	17.17%	9.27%	8.96%
<u>Mid Cap Equities - Value</u>					
Goldman Sachs Mid Cap Value - GCMAX	4.70%	9.60%	21.28%	17.48%	15.24%
Russell Mid Cap Value	3.65%	8.69%	22.09%	19.32%	17.17%
Mid Cap Value Fund Universe	5.68%	9.94%	21.20%	15.31%	14.13%
<u>Mid Cap Equities - Blend</u>					
Dreyfus Mid Cap Index - PESPX	5.69%	11.69%	17.90%	14.63%	13.63%
S&P Mid Cap 400	5.84%	11.98%	18.51%	15.15%	14.17%
Fidelity Spartan Extended Mkt Index - FSEMXX	5.35%	9.58%	19.69%	15.72%	15.88%
Wilshire 4500 Index	5.32%	9.62%	19.75%	15.72%	16.16%
Mid Cap Blend Fund Universe	6.44%	10.88%	20.47%	14.60%	14.24%
<u>Mid Cap Equities - Growth</u>					
Fidelity Mid Cap Stock - FMCSX	7.67%	14.77%	20.62%	17.77%	14.43%
Russell Mid Cap Growth	6.74%	10.97%	19.73%	14.48%	15.45%
Mid Cap Growth Fund Universe	7.84%	12.33%	19.00%	13.26%	12.61%

Fund Returns in RED do not meet both benchmarks.

Fund Returns in BLACK meet both benchmarks.

NDPERS Investment Benchmarks - 2nd Quarter 2007

	<u>Quarter</u>	<u>Y-T-D</u>	<u>1-Year</u>	<u>3-Year</u>	<u>5-Year</u>
<u>Small Cap Equities - Value</u>					
Allianz NFJ Small Cap Value - PVADX	6.38%	11.46%	21.45%	18.25%	16.63%
Russell 2000 Value Index	2.30%	3.80%	16.05%	15.02%	14.62%
Small Value Fund Universe	4.40%	7.07%	16.39%	13.83%	14.11%
<u>Small Cap Equities - Blend</u>					
Dreyfus Small Cap Index - DISSX	5.12%	8.37%	15.63%	14.08%	13.90%
Russell 2000 Index	4.42%	6.45%	16.43%	13.45%	13.88%
S & P 600 Index	5.18%	8.56%	16.04%	14.47%	N/A
Small Blend Fund Universe	5.51%	8.55%	17.02%	14.19%	13.86%
<u>Small Cap Equities - Growth</u>					
MSI Small Co Growth B - MSSMX	3.89%	5.86%	14.91%	13.71%	14.76%
Russell 2000 Growth Index	6.69%	9.33%	16.83%	11.76%	13.08%
Small Growth Fund Universe	7.24%	10.49%	16.28%	11.54%	12.08%
<u>International Equity Funds</u>					
Fidelity Diversified International - FDIVX	7.77%	11.10%	25.72%	22.14%	19.02%
MSCI EAFE	6.51%	10.88%	27.20%	22.54%	17.98%
International Stock Fund Universe	8.30%	11.79%	29.46%	23.78%	18.76%
<u>Asset Allocation Funds:</u>					
Fidelity Freedom Income - FFFAX	1.72%	3.31%	8.66%	5.54%	5.10%
Income Benchmark	1.54%	3.00%	8.85%	5.86%	5.62%
Fidelity Freedom 2000 - FFFBX	2.29%	3.93%	9.80%	6.11%	5.72%
2000 Benchmark	2.07%	3.57%	10.25%	6.76%	6.42%
Fidelity Freedom 2005 - FFFVX	3.64%	5.69%	13.64%	8.74%	N/A
2005 Benchmark	3.05%	4.87%	14.13%	9.56%	8.99%
Fidelity Freedom 2010 - FFFCX	3.90%	5.82%	14.01%	9.00%	8.61%
2010 Benchmark	3.15%	4.97%	14.44%	9.74%	9.17%
Fidelity Freedom 2015 - FFFVX	4.26%	6.40%	15.19%	10.16%	N/A
2015 Benchmark	3.49%	5.39%	15.53%	10.52%	9.89%
Fidelity Freedom 2020 - FFFDX	5.26%	7.36%	17.16%	11.38%	10.74%
2020 Benchmark	4.21%	6.20%	17.50%	11.83%	11.07%
Fidelity Freedom 2025 - FFFWX	5.38%	7.69%	17.68%	11.77%	N/A
2025 Benchmark	4.35%	6.36%	17.85%	12.11%	11.28%
Fidelity Freedom 2030 - FFFEX	6.32%	8.51%	19.40%	12.76%	11.71%
2030 Benchmark	5.08%	7.12%	19.49%	13.17%	12.16%
Fidelity Freedom 2035 - FFFTHX	6.33%	8.67%	19.46%	13.01%	N/A
2035 Benchmark	5.09%	7.17%	19.62%	13.32%	12.29%
Fidelity Freedom 2040 - FFFFX	6.64%	8.89%	20.13%	13.33%	12.27%
2040 Benchmark	5.24%	7.34%	20.02%	13.59%	12.59%
Fidelity Freedom 2045 - FFFGX	6.76%	8.95%	20.44%	N/A	N/A
2040 Benchmark	5.45%	7.61%	20.58%	14.05%	12.93%
Fidelity Freedom 2050 - FFFHX	6.93%	9.22%	20.74%	N/A	N/A
2040 Benchmark	5.58%	7.77%	20.94%	14.32%	13.14%

Income Benchmark is comprised of 20% Wilshire 5000, 35% LB Agg, 5% ML HY Bond, 40% 3 Month T-Bill

2000 Benchmark is comprised of 28% Wilshire 5000, 1% MSCI EAFE, 30% LB Agg, 5% ML HY Bond, 36% 3 Month T-Bill

2005 Benchmark is comprised of 40% Wilshire 5000, 10% MSCI EAFE, 34% LB Agg, 5% ML HY Bond, 11% 3 Month T-Bill

2010 Benchmark is comprised of 42% Wilshire 5000, 10% MSCI EAFE, 34% LB Agg, 5% ML HY Bond, 9% 3 Month T-Bill

2015 Benchmark is comprised of 46% Wilshire 5000, 12% MSCI EAFE, 31% LB Agg, 6% ML HY Bond, 5% 3 Month T-Bill

2020 Benchmark is comprised of 56% Wilshire 5000, 14% MSCI EAFE, 23% LB Agg, 7% ML HY Bond

2025 Benchmark is comprised of 57% Wilshire 5000, 15% MSCI EAFE, 21% LB Agg, 7% ML HY Bond

2030 Benchmark is comprised of 67% Wilshire 5000, 16% MSCI EAFE, 10% LB Agg, 7% ML HY Bond

2035 Benchmark is comprised of 66% Wilshire 5000, 17% MSCI EAFE, 9% LB Agg, 8% ML HY Bond

2040 Benchmark is comprised of 68% Wilshire 5000, 17% MSCI EAFE, 5% LB Agg, 10% ML HY Bond

2045 Benchmark is comprised of 69% Wilshire 5000, 19% MSCI EAFE, 2% LB Agg, 10% ML HY Bond

2050 Benchmark is comprised of 70% Wilshire 5000, 20% MSCI EAFE, 0% LB Agg, 10% ML HY Bond

Wilshire 5000 Index	6.07%	7.56%	20.46%	12.74%	11.96%
MSCI EAFE	6.51%	10.88%	27.20%	22.54%	17.98%
Lehman Aggregate Bond Index	-0.52%	0.98%	6.12%	3.98%	4.48%
ML High Yield Bond Fund Index	0.32%	3.05%	11.75%	8.98%	11.75%
3 Month T-Bill Index	1.24%	2.49%	5.07%	3.68%	2.67%
Russell 3000 Value Index	4.69%	6.01%	21.33%	15.85%	13.41%

Fund Returns in RED do not meet both benchmarks.

Fund Returns in BLACK meet both benchmarks.

NDPERS Mutual Fund Research - 6/30/2007

Large Value

<u>Fund</u>	<u>Symbol</u>	<u>Assets</u>	<u>Inception</u>	<u>Manager</u> <u>Tenure</u>	<u>Expense</u> <u>Ratio</u>	<u>Stocks</u>	<u>Turnover</u>	<u>P/E</u>	<u>Median</u> <u>Mkt Cap</u>	<u>Morn-Star</u> <u>Rating</u>	<u>Category Rank</u>			<u>Average Return</u>				<u>Standard=S&P 500 Index</u>			<u>Standard</u>	<u>Sharpe</u>
											<u>3 - Year</u>	<u>5 - Year</u>	<u>3-month</u>	<u>1-Year</u>	<u>3-Year</u>	<u>5-Year</u>	<u>10-Year</u>	<u>R-Squared</u>	<u>Beta</u>	<u>Alpha</u>	<u>Deviation</u>	<u>Ratio</u>
Fidelity Puritan	FPURX	25.7 Billion	4/16/1947	6 Years	0.62%	2979	78%	13.8	38.0 Bil	4-Stars	32	25	4.58	17.70	10.69	10.14	7.94				5.14	1.16
Fidelity Equity-Income	FEQIX	32.0 Billion	5/16/1966	13 Years	0.67%	255	24%	14.1	55.0 Bil	3-Stars	38	35	7.31	23.67	13.92	11.96	8.52	95	1.02	1.46	7.70	1.17
Franklin Mutual Shares A	TESIX	25.2 Billion	11/11/1996	3 Years	1.10%	299	33%	15.3	27.3 Bil	4-Stars	23	31	6.04	22.49	15.95	13.37	10.68	80	0.82	4.02	6.74	1.50

Large Blend

<u>Fund</u>	<u>Symbol</u>	<u>Assets</u>	<u>Inception</u>	<u>Manager</u> <u>Tenure</u>	<u>Expense</u> <u>Ratio</u>	<u>Stocks</u>	<u>Turnover</u>	<u>P/E</u>	<u>Median</u> <u>Mkt Cap</u>	<u>Morn-Star</u> <u>Rating</u>	<u>Category Rank</u>			<u>Average Return</u>				<u>Standard=S&P 500 Index</u>			<u>Standard</u>	<u>Sharpe</u>
											<u>3 - Year</u>	<u>5 - Year</u>	<u>3-month</u>	<u>1-Year</u>	<u>3-Year</u>	<u>5-Year</u>	<u>10-Year</u>	<u>R-Squared</u>	<u>Beta</u>	<u>Alpha</u>	<u>Deviation</u>	<u>Ratio</u>
Fidelity Spartan US Equity Index	FUSEX	29.1 Billion	3/6/1990	Team	0.09%	503	7%	15.1	51.5 Bil	3-Stars	46	35	6.26	20.49	11.60	10.60	6.98	100	1.00	-0.06	7.35	1.00
Fidelity Dividend Growth <Under Review>	FDGFX	16.3 Billion	4/27/1993	9 Years	0.59%	102	30%	15.3	70.8 Bil	3-Stars	80	73	6.96	21.48	9.70	9.18	8.90	88	0.93	-1.25	7.32	0.80
Fidelity Diversified International	FDIVX	49.3 Billion	12/27/1991	6 Years	0.97%	369	59%	16.1	30.9 Bil	4-Stars	32	9	7.77	25.72	22.14	19.02	12.78	94	1.04	-0.34	9.76	1.81

Large Growth

Large Growth											Category Rank			Average Return				Standard=S&P 500 Index			Standard	Sharpe
Fund	Symbol	Assets	Inception	Manager Tenure	Expense Ratio	Stocks	Turnover	P/E	Median Mkt Cap	Morn-Star Rating	3 - Year	5 - Year	3-month	1-Year	3-Year	5-Year	10-Year	R-Squared	Beta	Alpha	Deviation	Ratio
Fidelity Growth Company	FDGRX	32.5 Billion	1/17/1983	9 Years	0.96%	301	54%	22.6	18.7 Bil	4-Stars	5	4	9.34	18.62	12.95	13.81	9.21	71	1.23	2.69	10.73	1.10
Fidelity Blue Chip Growth <Under Review>	FBGRX	18.6 Billion	12/31/1987	0 Years	0.61%	129	48%	19.4	49.0 Bil	2-Stars	83	77	7.70	16.23	6.72	6.93	4.70	87	0.98	-3.18	7.71	0.53

Medium Value

<u>Fund</u>	<u>Symbol</u>	<u>Assets</u>	<u>Inception</u>	<u>Manager</u> <u>Tenure</u>	<u>Expense</u> <u>Ratio</u>	<u>Stocks</u>	<u>Turnover</u>	<u>P/E</u>	<u>Median</u> <u>Mkt Cap</u>	<u>Morn-Star</u> <u>Rating</u>	<u>Category Rank</u>			<u>Average Return</u>				<u>Standard=S&P 500 Index</u>			<u>Standard</u>	<u>Sharpe</u>
											<u>3 - Year</u>	<u>5 - Year</u>	<u>3-month</u>	<u>1-Year</u>	<u>3-Year</u>	<u>5-Year</u>	<u>10-Year</u>	<u>R-Squared</u>	<u>Beta</u>	<u>Alpha</u>	<u>Deviation</u>	<u>Ratio</u>
Goldman Sachs Mid Cap Value	GCMAX	7.9 Billion	8/15/1997	Team	1.17%	106	49%	15.6	8.0 Bil	3-Stars	29	43	4.70	21.28	17.48	15.24	N/A	76	1.14	2.92	9.61	1.18

Medium Blend

<u>Fund</u>	<u>Symbol</u>	<u>Assets</u>	<u>Inception</u>	<u>Manager</u> <u>Tenure</u>	<u>Expense</u> <u>Ratio</u>	<u>Stocks</u>	<u>Turnover</u>	<u>P/E</u>	<u>Median</u> <u>Mkt Cap</u>	<u>Morn-Star</u> <u>Rating</u>	<u>Category Rank</u>			<u>Average Return</u>				<u>Standard=S&P 500 Index</u>			<u>Standard</u>	<u>Sharpe</u>
											<u>3 - Year</u>	<u>5 - Year</u>	<u>3-month</u>	<u>1-Year</u>	<u>3-Year</u>	<u>5-Year</u>	<u>10-Year</u>	<u>R-Squared</u>	<u>Beta</u>	<u>Alpha</u>	<u>Deviation</u>	<u>Ratio</u>
Dreyfus Mid Cap Index	PESPX	2.4 Billion	6/19/1991	Team	0.50%	403	16%	14.4	3.7 Bil	3-Stars	42	45	5.69	17.90	14.63	13.63	12.77	76	1.24	1.14	10.44	0.99
Fidelity Spartan Extended Mkt Index	FSEMX	3.3 Billion	11/5/1997	Team	0.09%	3634	16%	17.5	2.4 Bil	4-Stars	27	24	5.35	19.69	15.72	15.88	N/A	76	1.31	1.93	11.03	1.05

Medium Growth

<u>Fund</u>	<u>Symbol</u>	<u>Assets</u>	<u>Inception</u>	<u>Manager</u> <u>Tenure</u>	<u>Expense</u> <u>Ratio</u>	<u>Stocks</u>	<u>Turnover</u>	<u>P/E</u>	<u>Median</u> <u>Mkt Cap</u>	<u>Morn-Star</u> <u>Rating</u>	<u>Category Rank</u>			<u>Average Return</u>				<u>Standard=S&P 500 Index</u>			<u>Standard</u>	<u>Sharpe</u>
											<u>3 - Year</u>	<u>5 - Year</u>	<u>3-month</u>	<u>1-Year</u>	<u>3-Year</u>	<u>5-Year</u>	<u>10-Year</u>	<u>R-Squared</u>	<u>Beta</u>	<u>Alpha</u>	<u>Deviation</u>	<u>Ratio</u>
Fidelity Mid-Cap Stock	FMCSX	15.4 Billion	3/29/1994	1 Years	0.82%	162	74%	19.4	6.8 Bil	4-Stars	10	28	7.67	20.62	17.77	14.43	13.00	66	1.31	4.70	11.89	1.21

Small Value

<u>Fund</u>	<u>Symbol</u>	<u>Assets</u>	<u>Inception</u>	<u>Manager</u> <u>Tenure</u>	<u>Expense</u> <u>Ratio</u>	<u>Stocks</u>	<u>Turnover</u>	<u>P/E</u>	<u>Median</u> <u>Mkt Cap</u>	<u>Morn-Star</u> <u>Rating</u>	<u>Category Rank</u>			<u>Average Return</u>				<u>Standard=S&P 500 Index</u>			<u>Standard</u>	<u>Sharpe</u>
											<u>3 - Year</u>	<u>5 - Year</u>	<u>3-month</u>	<u>1-Year</u>	<u>3-Year</u>	<u>5-Year</u>	<u>10-Year</u>	<u>R-Squared</u>	<u>Beta</u>	<u>Alpha</u>	<u>Deviation</u>	<u>Ratio</u>
Allianz NFJ Small Cap Value Admin	PVADX	4.6 Billion	11/1/1995	13 Years	1.11%	120	32%	15.7	2.2 Bil	5-Stars	3	13	6.38	21.45	18.25	16.63	13.10	63	1.15	4.81	10.60	1.25

Small Blend

<u>Fund</u>	<u>Symbol</u>	<u>Assets</u>	<u>Inception</u>	<u>Manager</u> <u>Tenure</u>	<u>Expense</u> <u>Ratio</u>	<u>Stocks</u>	<u>Turnover</u>	<u>P/E</u>	<u>Median</u> <u>Mkt Cap</u>	<u>Morn-Star</u> <u>Rating</u>	<u>Category Rank</u>			<u>Average Return</u>				<u>Standard=S&P 500 Index</u>			<u>Standard</u>	<u>Sharpe</u>
											<u>3 - Year</u>	<u>5 - Year</u>	<u>3-month</u>	<u>1-Year</u>	<u>3-Year</u>	<u>5-Year</u>	<u>10-Year</u>	<u>R-Squared</u>	<u>Beta</u>	<u>Alpha</u>	<u>Deviation</u>	<u>Ratio</u>
Dreyfus Small Cap Index	DISSX	961 Million	6/30/1997	Team	0.50%	600	25%	17.7	1.3 Bil	3-Stars	38	37	5.12	15.63	14.08	13.90	10.85	68	1.40	-0.29	12.47	0.81

Small Growth

<u>Fund</u>	<u>Symbol</u>	<u>Assets</u>	<u>Inception</u>	<u>Manager</u> <u>Tenure</u>	<u>Expense</u> <u>Ratio</u>	<u>Stocks</u>	<u>Turnover</u>	<u>P/E</u>	<u>Median</u> <u>Mkt Cap</u>	<u>Morn-Star</u> <u>Rating</u>	<u>Category Rank</u>			<u>Average Return</u>				<u>Standard=S&P 500 Index</u>			<u>Standard</u>	<u>Sharpe</u>
											<u>3 - Year</u>	<u>5 - Year</u>	<u>3-month</u>	<u>1-Year</u>	<u>3-Year</u>	<u>5-Year</u>	<u>10-Year</u>	<u>R-Squared</u>	<u>Beta</u>	<u>Alpha</u>	<u>Deviation</u>	<u>Ratio</u>
Morgan Stanley Small Cap Growth B	MSSMX	1.9 Billion	1/2/1996	Team	1.26%	77	76%	25.0	1.3 Bil	4-Stars	27	21	3.89	14.91	13.71	14.76	14.80	60	1.43	0.62	13.58	0.82

Lifestyle / Others

Fund	Symbol	Assets	Inception	Manager	Expense Ratio	Stocks	Turnover	P/E	Median Mkt Cap	Morn-Star Rating	Category Rank			Average Return				Standard=S&P 500 Index				Standard	Sharpe
				Tenure							3 - Year	5 - Year	3-month	1-Year	3-Year	5-Year	10-Year	R-Squared	Beta	Alpha	Deviation	Ratio	
Fidelity Managed Income Portfolio		8.1 Billion	9/7/1989	15 Years	0.55%								1.05	4.28	4.01	4.21	5.00						
PIMCO Total Return Bond Fund	PTRAX	102.0 Billion	9/8/1994	20 Years	0.68%		257%		70.7 Bil	4-Stars	32	31	-1.39	4.96	3.71	4.52	6.25					3.01	-0.08
Fidelity Freedom Income	FFFAX	2.4 Billion	10/17/1996	10 Years	0.55%	20	18%	18.8	42.7 Bil	3-Stars	73	83	1.72	8.66	5.54	5.10	5.63					1.98	0.73
Fidelity Freedom 2000	FFFBX	1.7 Billion	10/17/1996	10 Years	0.57%	25	20%	18.1	37.7 Bil	4-Stars	64	67	2.29	9.80	6.11	5.72	6.36					2.37	0.83
Fidelity Freedom 2005	FFFBVX	1.0 Billion	11/6/2003	10 Years	0.68%	25	4%	18.0	35.1 Bil	4-Stars	12	N/A	3.64	13.64	8.74	N/A	N/A	N/A	N/A	N/A	N/A	4.10	1.12
Fidelity Freedom 2010	FFFCX	13.8 Billion	10/17/1996	10 Years	0.68%	25	8%	18.0	35.1 Bil	5-Stars	10	17	3.90	14.01	9.00	8.61	7.72					4.27	1.14
Fidelity Freedom 2015	FFVFX	5.9 Billion	11/6/2003	10 Years	0.72%	25	1%	18.0	35.1 Bil	3-Stars	44	N/A	4.26	15.19	10.16	N/A	N/A	N/A	N/A	N/A	N/A	5.09	1.21
Fidelity Freedom 2020	FFFDX	19.5 Billion	10/17/1996	10 Years	0.76%	25	4%	18.0	25.4 Bil	3-Stars	16	1	5.26	17.16	11.38	10.74	8.19					6.06	1.22
Fidelity Freedom 2025	FFTWX	5.2 Billion	11/6/2003	10 Years	0.78%	23	1%	18.0	35.1 Bil	4-Stars	7	N/A	5.38	17.68	11.77	N/A	N/A	N/A	N/A	N/A	N/A	6.42	1.22
Fidelity Freedom 2030	FFFEX	13.1 Billion	10/17/1996	10 Years	0.80%	23	5%	18.0	25.2 Bil	4-Stars	29	9	6.32	19.40	12.76	11.71	8.19					7.13	1.23
Fidelity Freedom 2035	FFTHX	3.1 Billion	11/6/2003	10 Years	0.81%	23	1%	18.0	35.1 Bil	3-Stars	20	N/A	6.33	19.46	13.01	N/A	N/A	N/A	N/A	N/A	N/A	7.26	1.25
Fidelity Freedom 2040	FFFFX	6.6 Billion	9/6/2000	10 Years	0.82%	23	4%	18.0	26.8 Bil	4-Stars	12	1	6.64	20.13	13.33	12.27	N/A					7.58	1.24
Fidelity Freedom 2045	FFFGX	0.3 Billion	9/6/2006	10 Years	0.83%	23	4%	18.0	26.8 Bil	N/A	N/A	N/A	6.76	20.44	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fidelity Freedom 2050	FFFHX	0.3 Billion	9/6/2006	10 Years	0.84%	23	4%	18.0	26.8 Bil	N/A	N/A	N/A	6.93	20.74	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

R-squared - This compares a fund's performance to a given index. If R-squared is 100, the fund moves in lockstep with the index to which it is being compared. Generally, a higher R-squared will indicate a more useful beta figure. If the R-squared is lower, then the beta is less relevant to the fund's performance.

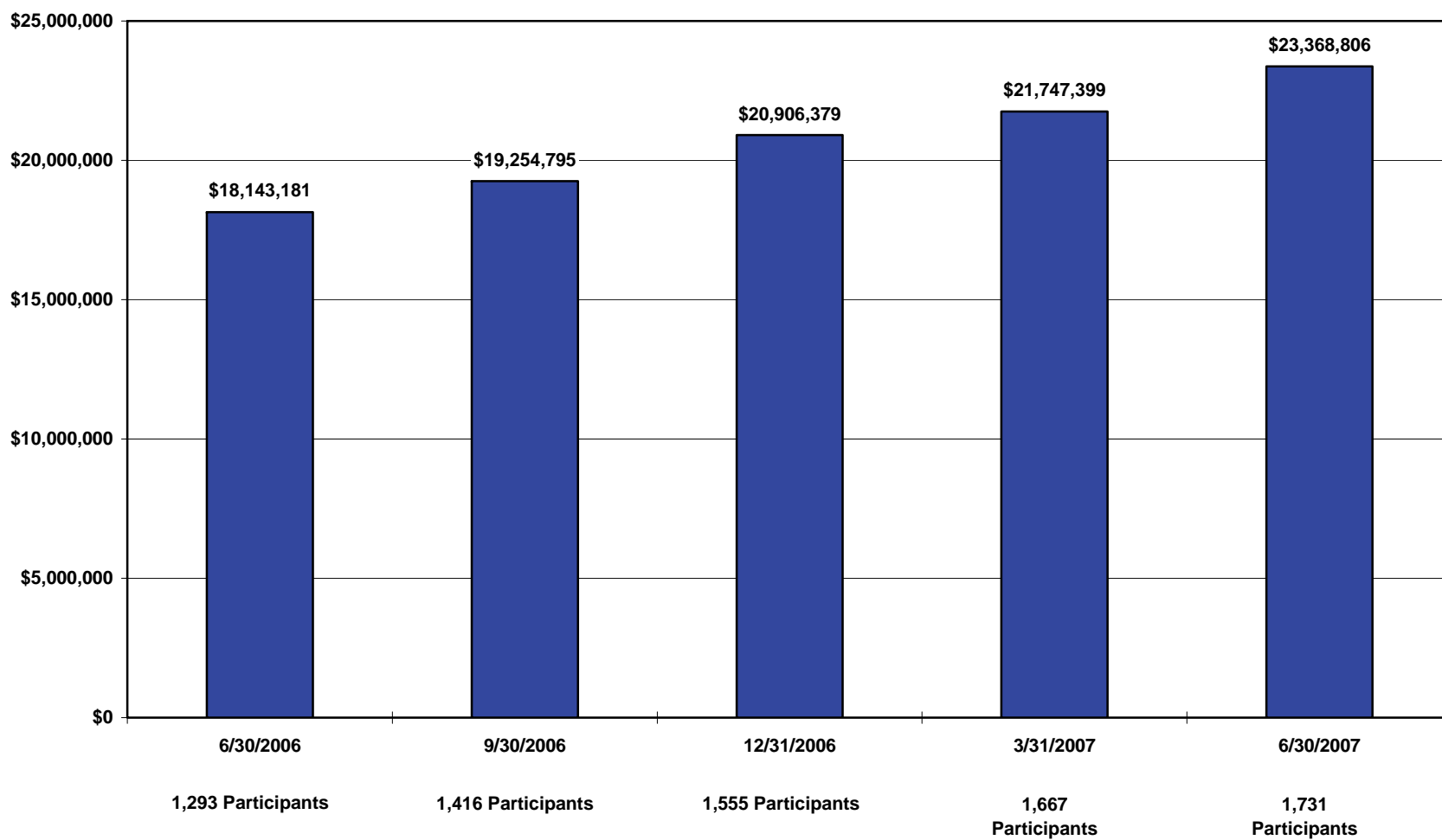
Beta - This compares a fund's volatility to a given index. If beta is greater than 1, the fund is more volatile than the index to which it is being compared. If beta is lower than 1, the fund is less volatile than the index. If a fund's R-squared is low, beta is less reliable as a predictor of volatility.

Alpha - This is a measure of risk-adjusted performance. The higher a fund's alpha, the better it has done. A fund's alpha is only reliable when its R-squared is relatively high.

Standard Deviation - The higher this number is, the more volatile the fund's returns have been. It indicates how much the fund has deviated from its mean total return over the past three years.

Sharpe Ratio - This measure combines standard deviation and mean total return to show a risk-adjusted measure of the fund's performance. The higher this number is, the better. As a rule of thumb, a Sharpe ratio of more than 1.00 is very good.

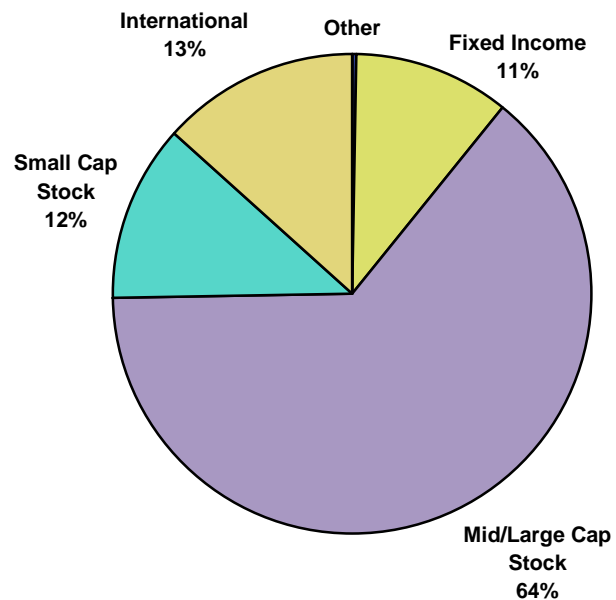
Plan Assets Under Management at Fidelity



Comparative Asset Allocation

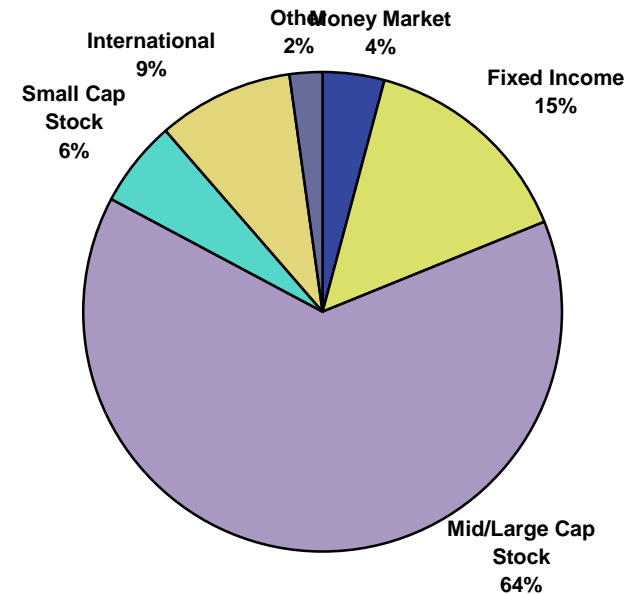
as of 6/30/2007

**NORTH DAKOTA STATE DEFERRED
COMPENSATION COMPANION PLAN
NORTH DAKOTA PERS**



Total Market Value: \$23,368,806

AVG. FITSCO PUBLIC SECTOR*



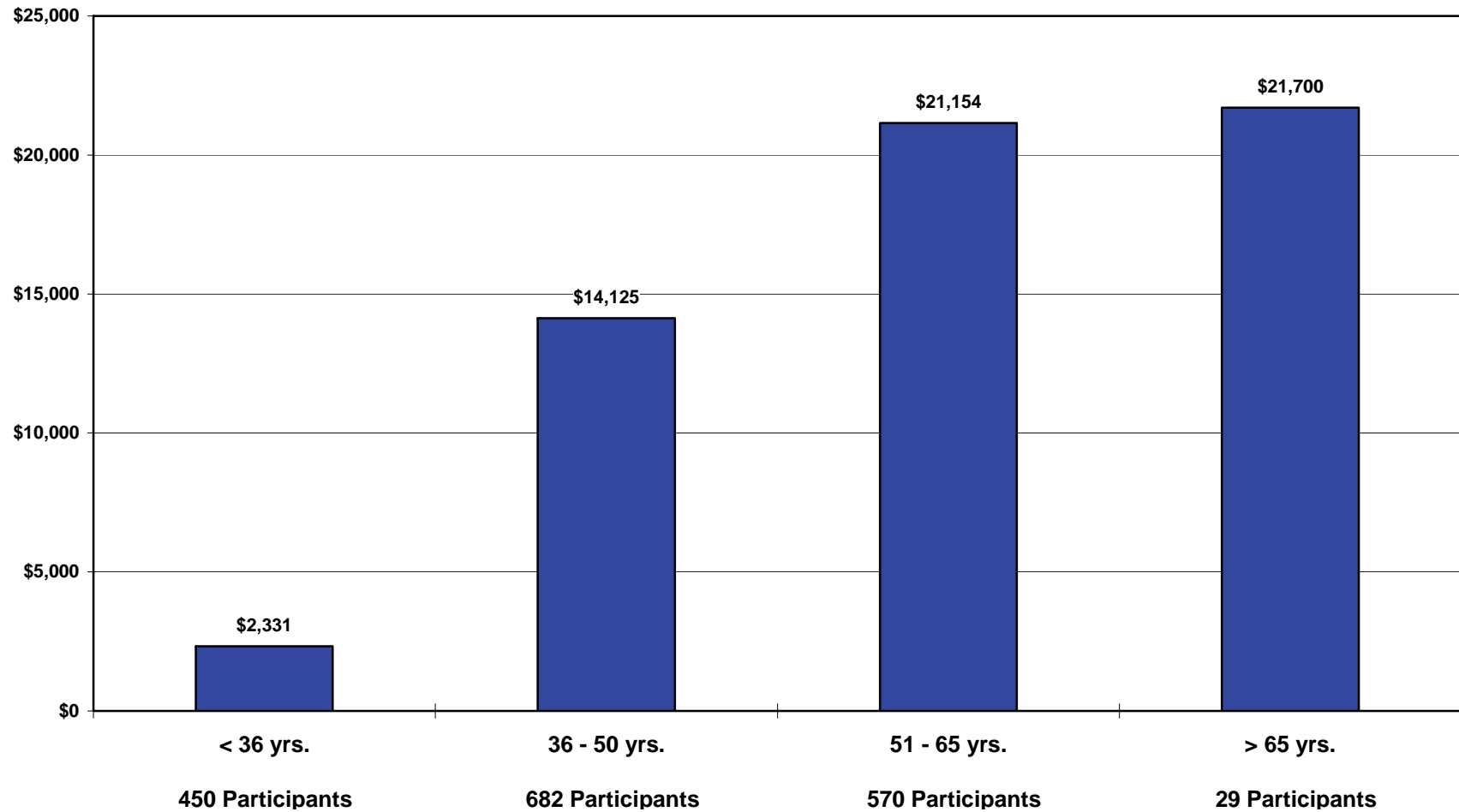
Average Market Value: \$173,928,697

Money Market
 Fixed Income
 Mid/Large Cap Stock
 Small Cap Stock
 International
 Other

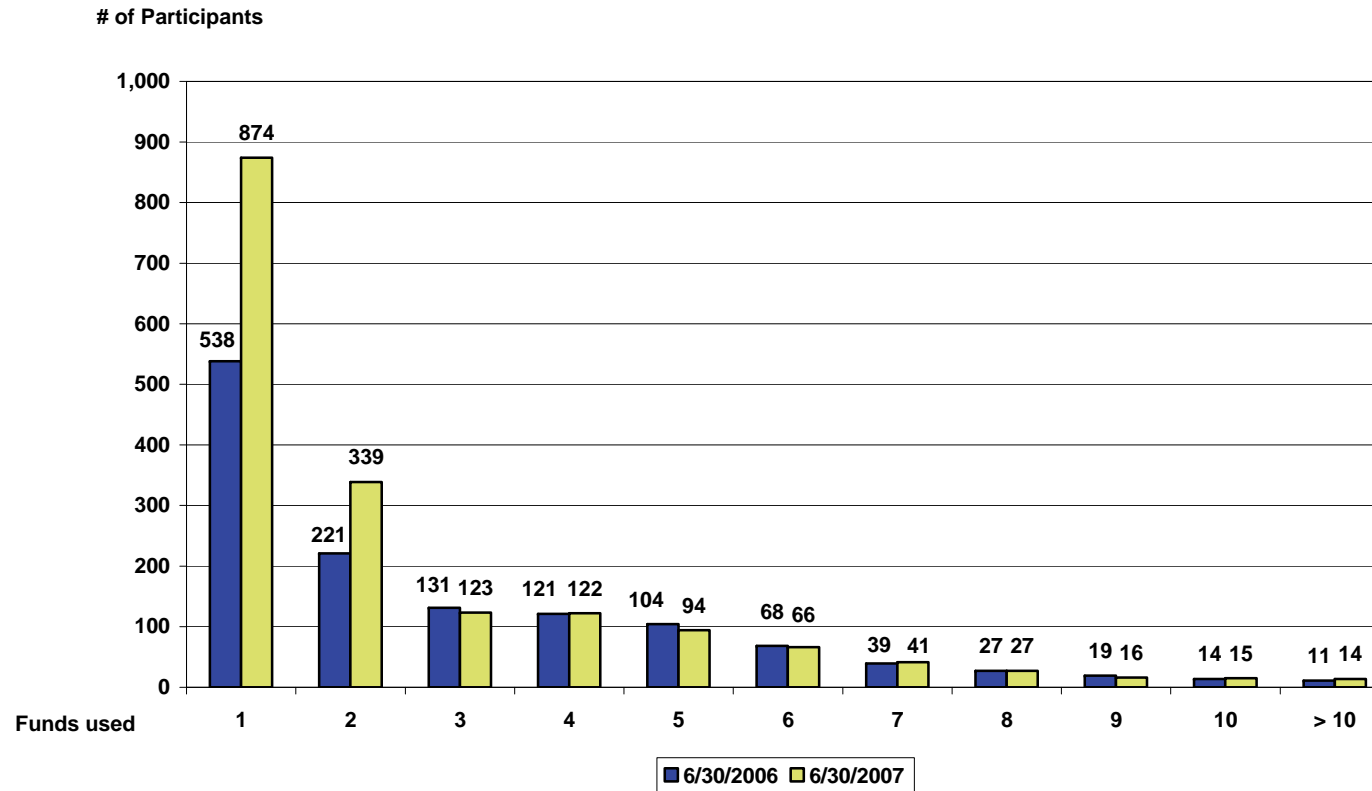
* The values in this chart represent the sum of the balances in each fund class for a representative sample of retirement plans serviced by Fidelity Investments.

Average Balance by Age

as of 6/30/2007



Number of Funds per Participant

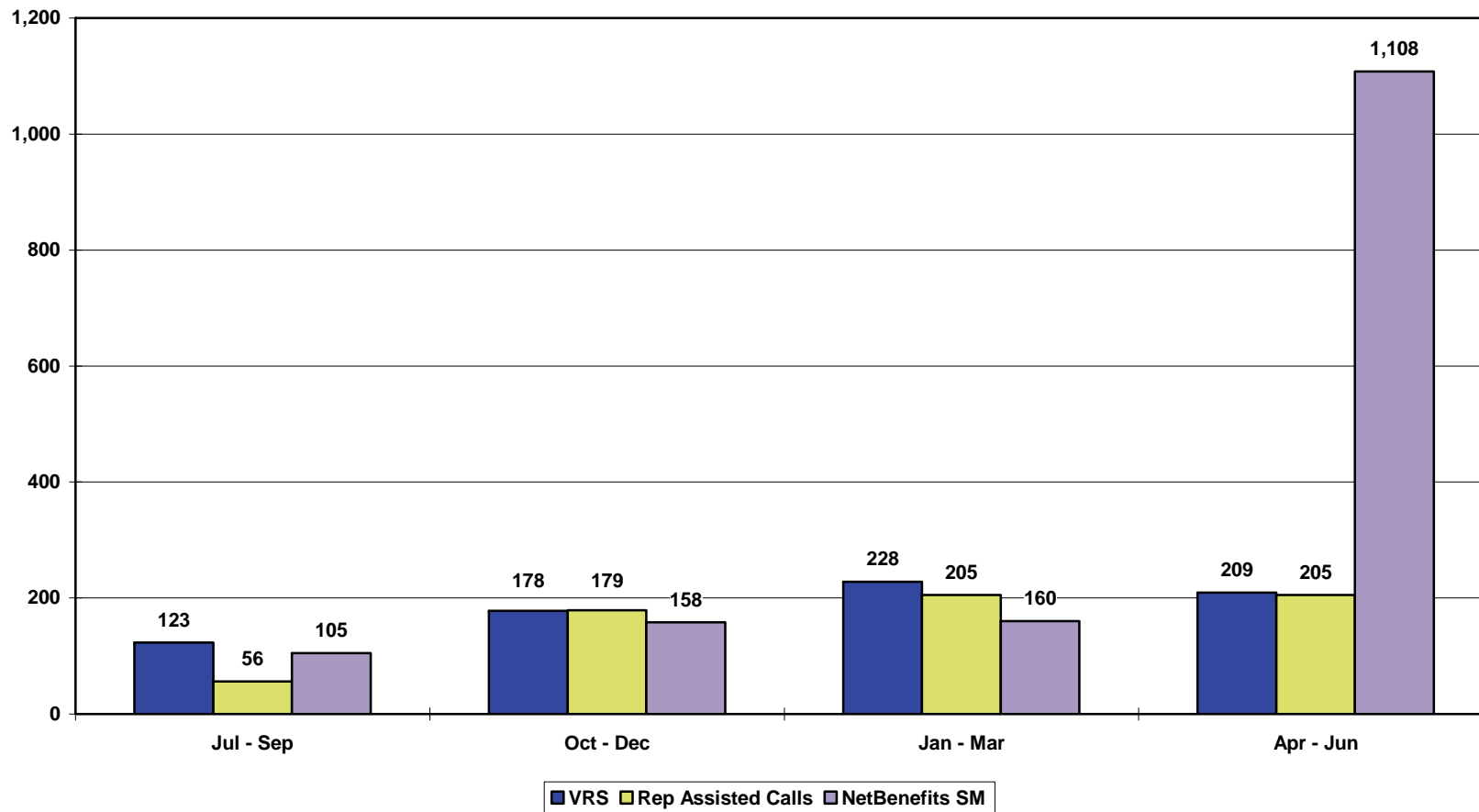


Average Investment
options used in this plan
as of 6/30/2006 - 2.9
as of 6/30/2007 - 2.4

- **AVG. FITSCO PUBLIC SECTOR** offered 58.0 funds as of 6/30/2006 and 62.9 funds as of 6/30/2007
- An **AVG. FITSCO PUBLIC SECTOR** participant used 3.1 funds as of 6/30/2006 and 3.1 funds as of 6/30/2007

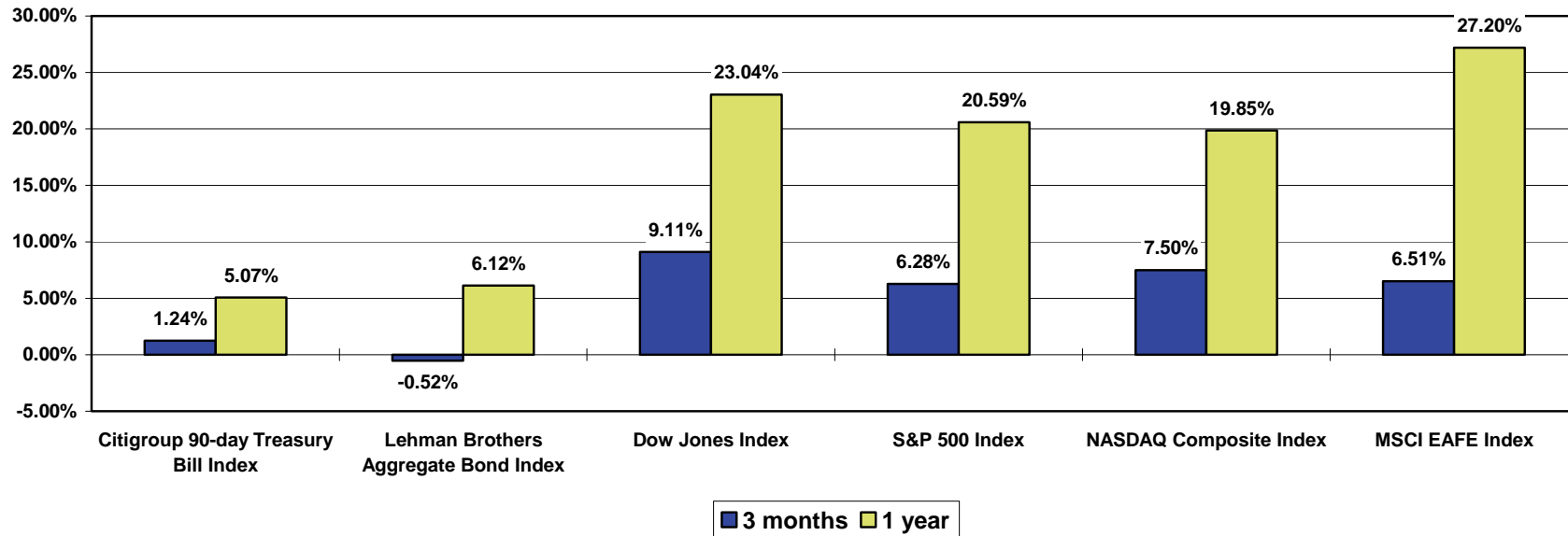
Participant Access Volumes

7/1/2006 - 6/30/2007



Major Market Indices

Cumulative Total Return %
Period Ending 6/30/2007



Past performance is no guarantee of future results.

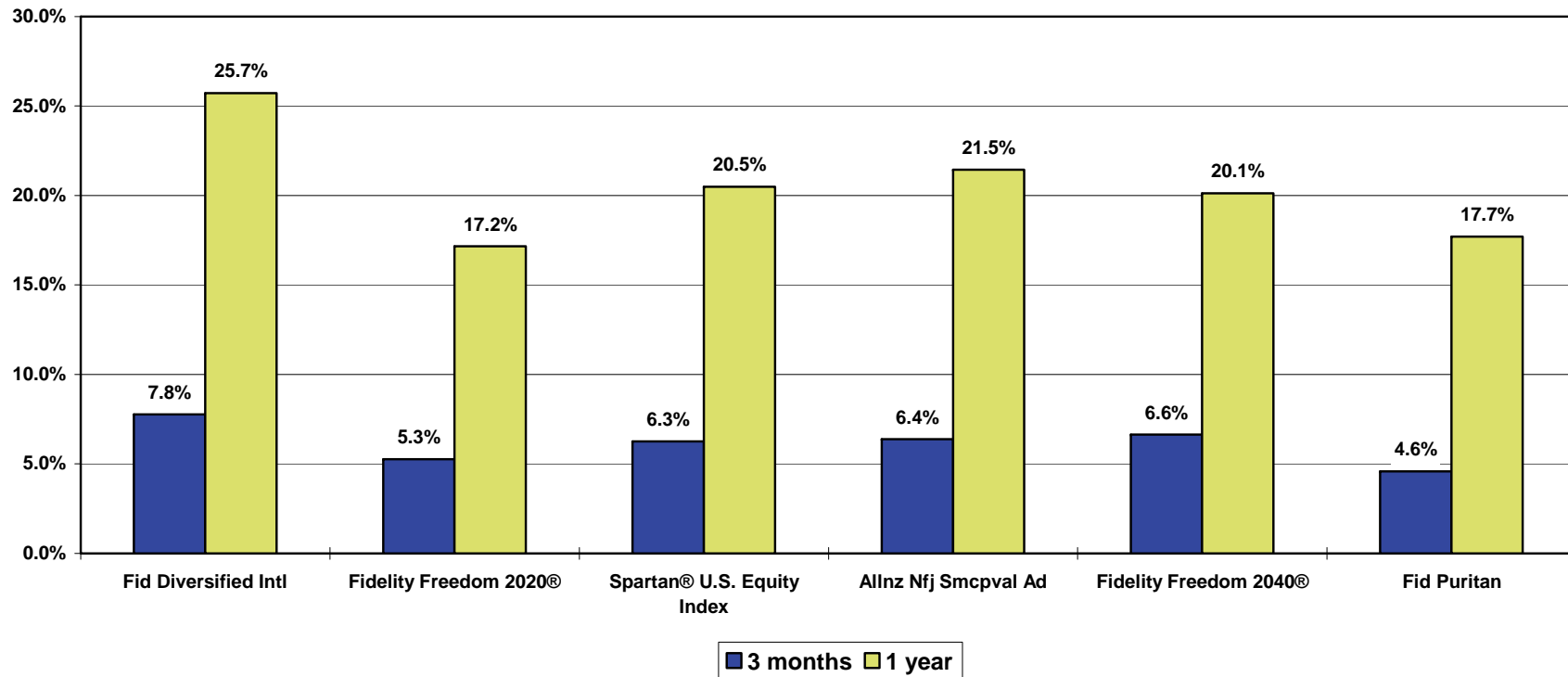
*The Citigroup 90-day Treasury Bill Index represents the average of T-Bill rates for each of the prior three months, adjusted to bond equivalent yield basis.

*The Lehman Brothers Aggregate Bond Index is an unmanaged market value-weighted index for investment-grade fixed-rate debt issues, including government, corpo rate, asset-backed, and mortgage-backed securities with maturities of at least one year. * The Dow Jones Industrial Average (Dow Jones) is an unmanaged index of common stocks of the 30 major industrial companies and assumes reinvestment of dividends.

*The S&P 500 is a registered service mark of the McGraw-Hill Companies, Inc., and has been licensed for use by Fidelity Distributors Corporation and its affiliates. It is a widely recognized, unmanaged index of 500 U.S. common stocks. * The NASDAQ Composite Index (NASDAQ), is an unmanaged index of over-the counter stock prices, does not assume reinvestment of dividends. * The MSCI EAFE Index (Morgan Stanley Capital International Europe, Australasia, and Far East, Index) is an unmanaged index and includes the reinvestment of dividends. It is designed to represent the performance of developed stock markets outside the United States and Canada. The MSCI EAFE Index is a registered service mark of Morgan Stanley and has been licensed for use by FMR Corp.

Individual Fund Performance

Cumulative Total Return %
Period Ending 6/30/2007



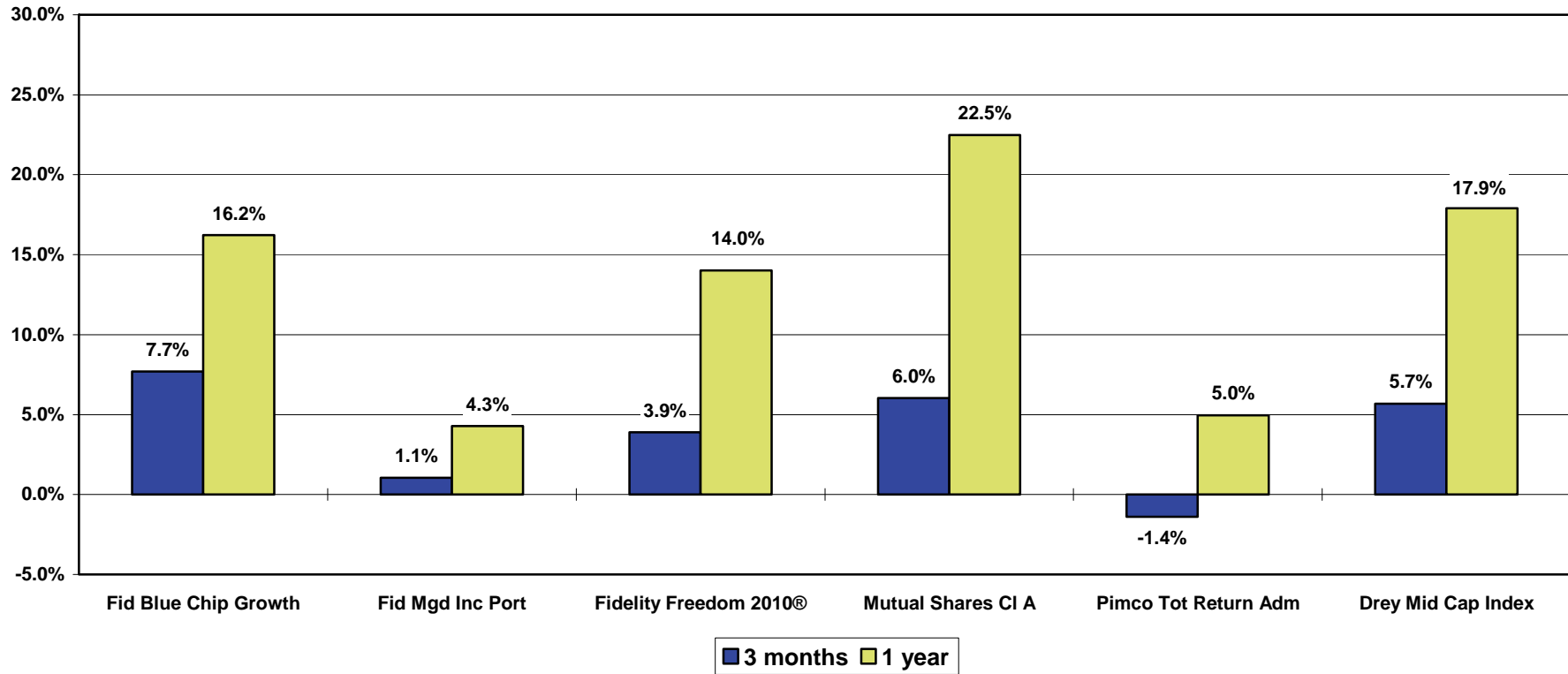
Past performance is no guarantee of future results.

Individual Fund Performance

(Continued)

Cumulative Total Return %

Period Ending 6/30/2007



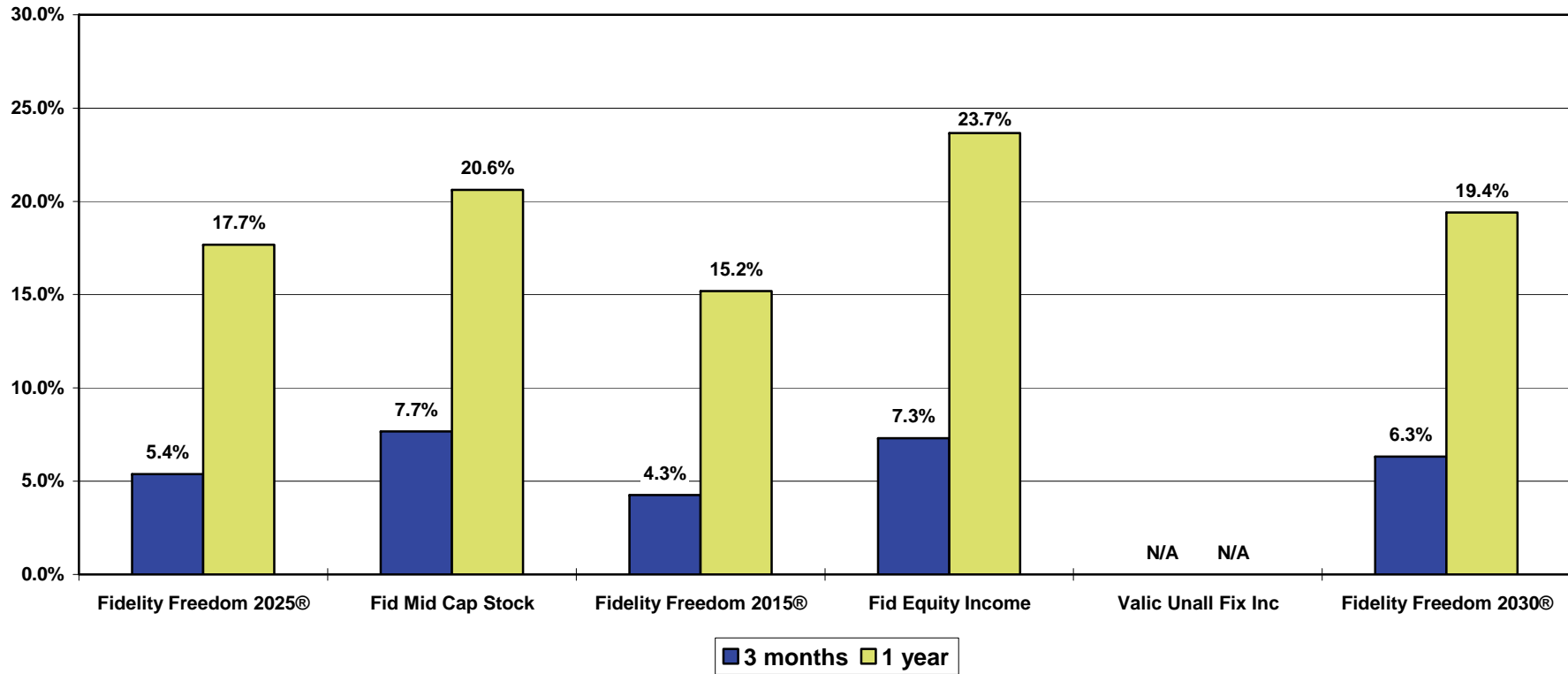
Past performance is no guarantee of future results.

Individual Fund Performance

(Continued)

Cumulative Total Return %

Period Ending 6/30/2007



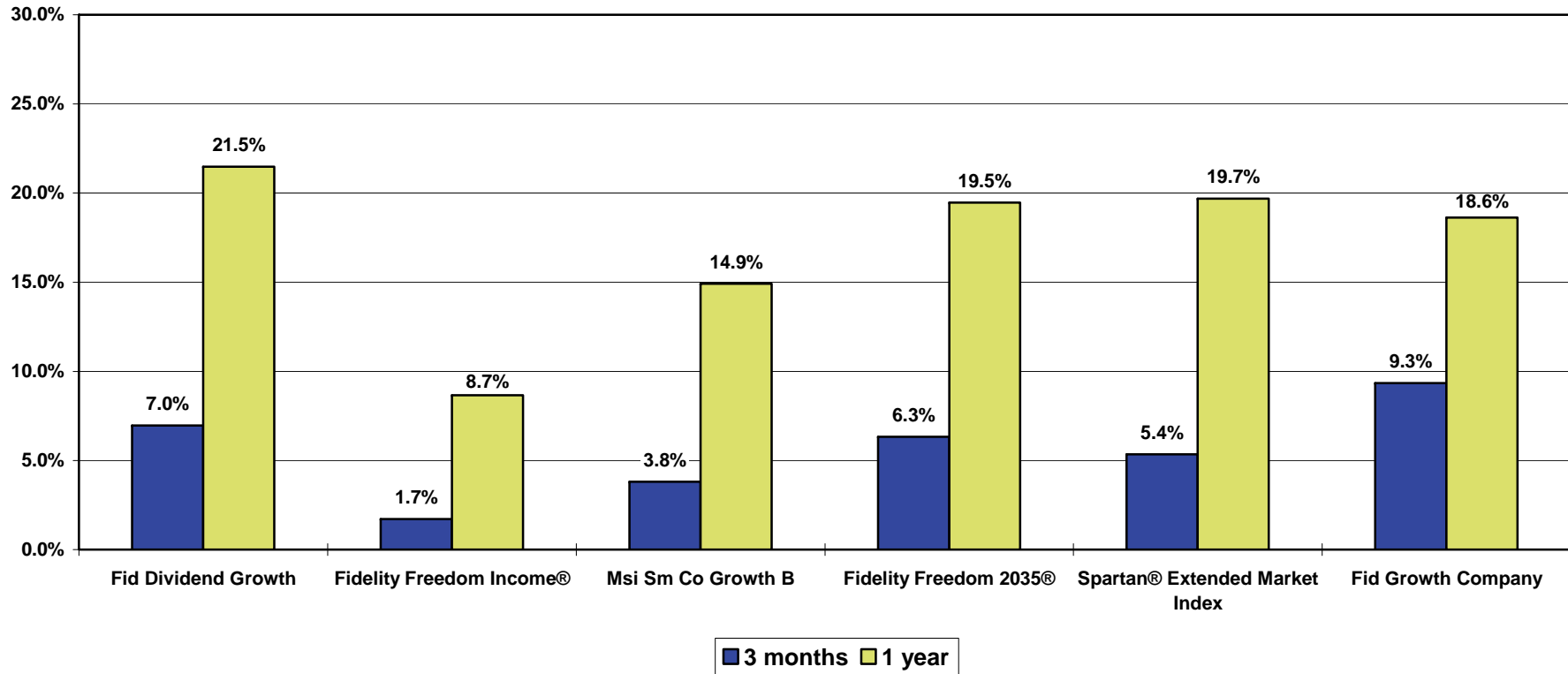
Past performance is no guarantee of future results.

Individual Fund Performance

(Continued)

Cumulative Total Return %

Period Ending 6/30/2007



Past performance is no guarantee of future results.

Comparative Historical Performance

Fund Benchmark(s)	Average Annual Total Return % Period Ending 6/30/2007			Inception Date*	Short Term Trading Fee	Expense Ratio
	1 Year	5 Years	10 Years			
Fid Diversified Intl	25.7%	19.0%	12.8%		29 Days / 1.0%	1.01
Lipper International Funds Average	27.0%	16.6%	8.0%			
MSCI EAFE Index	27.2%	18.0%	7.9%			
Fidelity Freedom 2020®	17.2%	10.7%	8.2%			
Lipper Multi- Cap Core Funds Average	19.3%	11.0%	8.1%			
S&P 500 Index	20.6%	10.7%	7.1%			
Spartan® U.S. Equity Index	20.5%	10.6%	7.0%			0.1
Lipper S&P 500 Funds Average	19.9%	10.1%	6.7%			
S&P 500 Index	20.6%	10.7%	7.1%			
Allnz Nfj Smcpval Ad	21.5%	16.6%	13.1%			1.11
Fidelity Freedom 2040®	20.1%	12.3%	2.8%	* 9/6/2000		
Lipper Multi- Cap Core Funds Average	19.3%	11.0%	8.1%			
S&P 500 Index	20.6%	10.7%	7.1%			
Fid Puritan	17.7%	10.1%	7.9%			0.62
Fid Blue Chip Growth	16.2%	6.9%	4.7%			0.63
Lipper Large Cap Growth Fund Avg	16.4%	7.7%	4.9%			
S&P 500 Index	20.6%	10.7%	7.1%			
Fid Mgd Inc Port	4.3%	4.2%	5.0%			

Im First Tier Money Market

5.1% 2.6% 3.7%

recent average annual return data is published online each month end. Please visit PSWSM or call Fidelity for these most recent performance figures. Periods of market strength may not be repeated.

The performance data quoted represents past performance, which is no guarantee of future results. Share price, yield and return will vary and you may have a gain or loss when you sell your shares.

An investment in a money market fund is not insured or guaranteed by the FDIC or any other government agency. Although money market funds seek to preserve the value of your investment at \$1 per share, it is possible to lose money by investing in these funds.

The current yield reflects the current earnings of the fund, while the total return refers to a specific past holding period.

Please see Footnote pages for important legal information.

*Return reflects life of fund from inception date shown.

Comparative Historical Performance

(Continued)

Average Annual Total Return %

Period Ending 6/30/2007

Fund Benchmark(s)

	1 Year	5 Years	10 Years	Inception Date*	Short Term Trading Fee	Expense Ratio
Fidelity Freedom 2010®	14.0%	8.6%	7.7%			
Lipper Balanced Funds Average	14.5%	8.3%	6.4%			
S&P 500 Index	20.6%	10.7%	7.1%			
Mutual Shares CI A	22.5%	13.4%	10.7%		8 Days / 2.0%	1.18
Lipper Multi Cap Value Funds Avg	20.5%	12.3%	9.0%			
Russell 3000 Index	20.1%	11.5%	7.6%			
Pimco Tot Return Adm	5.0%	4.5%	6.3%			0.68
Lipper Intermediate Investment Grade Debt Avg	5.5%	4.2%	5.3%			
Lehman Brothers Aggregate Bond Index	6.1%	4.5%	6.0%			
Drey Mid Cap Index	17.9%	13.6%	12.8%		61 Days / 2.0%	0.5
Fidelity Freedom 2025®	17.7%	N/A	11.7%	* 11/6/2003		
Fid Mid Cap Stock	20.6%	14.4%	13.0%		29 Days / 0.75%	0.83
Lipper Multi- Cap Core Funds Average	19.3%	11.0%	8.1%			
S&P Midcap 400 Index	18.5%	14.2%	13.4%			
Fidelity Freedom 2015®	15.2%	N/A	10.0%	* 11/6/2003		
Fid Equity Income	23.7%	12.0%	8.5%			0.68
Lipper Equity Income Funds Average	20.7%	11.5%	8.2%			
Russell 3000 Value Index	21.3%	13.4%	10.0%			
Valic Unall Fix Inc						
Fidelity Freedom 2030®	19.4%	11.7%	8.2%			
Lipper Multi- Cap Core Funds Average	19.3%	11.0%	8.1%			
S&P 500 Index	20.6%	10.7%	7.1%			

The current yield reflects the current earnings of the fund, while the total return refers to a specific past holding period.

*Return reflects life of fund from inception date shown.

Comparative Historical Performance

(Continued)

Average Annual Total Return %

Period Ending 6/30/2007

Fund Benchmark(s)

	1 Year	5 Years	10 Years	Inception Date*	Short Term Trading Fee	Expense Ratio
Fid Dividend Growth	21.5%	9.2%	8.9%			0.6
Lipper Large- Cap Core Funds Average	19.6%	9.3%	6.1%			
S&P 500 Index	20.6%	10.7%	7.1%			
Fidelity Freedom Income®	8.7%	5.1%	5.6%			
Lipper Income Funds Avg	11.5%	8.2%	6.0%			
Lehman Brothers Aggregate Bond Index	6.1%	4.5%	6.0%			
Msi Sm Co Growth B	14.9%	14.8%	14.8%		30 Days / 2.0%	1.26
Lipper Mid-Cap Growth Funds Average	18.8%	12.4%	8.2%			
Russell 2000 Growth Index	16.8%	13.1%	5.3%			
Fidelity Freedom 2035®	19.5%	N/A	12.9%	* 11/6/2003		
Spartan® Extended Market Index	19.7%	15.9%	8.3%	* 11/5/1997	89 Days / 0.75%	0.1
Lipper Mid Cap Core Funds Avg	19.9%	13.4%	10.4%			
Dow Jones Wilshire 4500 Completion Index	19.8%	16.2%	9.5%			
Fid Growth Company	18.6%	13.8%	9.2%			0.97
Lipper Multi- Cap Growth Funds Average	18.7%	11.5%	7.1%			
Russell 3000 Growth Index	18.8%	9.6%	4.4%			
Fidelity Freedom 2005®	13.6%	N/A	8.4%	* 11/6/2003		
Drey Sm Cap Stk Idx	15.6%	13.9%	10.9%		61 Days / 2.0%	0.5

The current yield reflects the current earnings of the fund, while the total return refers to a specific past holding period.

*Return reflects life of fund from inception date shown.